

FISCAL NOTE
SB 2125 - HB 2380

February 11, 2002

SUMMARY OF BILL: Enacts the *Education Reform Act of 2002*.

ESTIMATED FISCAL IMPACT:

Increase State Expenditures - \$87,660,000

Increase Local Govt. Expenditures* - \$1,400,000

Note: This bill is a restatement of HB1921 - SB 1881 (The Education Reform Act of 2001 that became Public Chapter 343 of the Acts of 2001 and was not funded). We estimated last year an increase in state expenditures of \$87,660,000 and an increase in local government expenditures* of \$1,400,000 to provide funding to carry out the provisions of the bill. To the extent federal funding is received, such funds will be used to assist in funding the provisions of this bill.

For information purposes, the Governor's budget includes for the Department of Education - Reading Initiative Improvements for FY2002-2003 the following:

	<u>State</u>	<u>Federal</u>
• Reading Coaches	\$10,040,000	\$13,000,000
• Early Childhood Education	40,300,000	-
• Catching Up	11,100,000	5,500,000
• Teaching Resources - Quality Teaching	2,960,000	1,465,000
• Teaching Resources - Classroom Materials	<u>5,600,000</u>	<u> </u>
 Total Reading Initiative	 <u>\$70,000,000</u>	 <u>\$19,965,000</u>

*Article II, Section 24 of the Tennessee Constitution provides that: *no law of general application shall impose increased expenditure requirements on cities or counties unless the General Assembly shall provide that the state share in the cost.*

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director

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